



Michael O. Leavitt
Governor

Scott Hirschi
Director

State of Utah

School and Institutional
Trust Lands Administration

355 West North Temple
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Salt Lake City, UT 84180-1204
801-538-5508
801-355-0922 (fax)

5/001/033

10/13/94
received DOGM

OCT 13 1994

September 16, 1994

Bradshaw Pumice & Perlite
C/O Brian Jackson
PO Box 519
Cedar City, UT 84721

RE: ML 40197, ML 40198, and ML 41353--Volcanic Materials
S/001/017 Beaver County

Gentlemen:

On August 31, 1994, Mr. Neil Bradshaw notified me of the termination of the Mountain View Mining sublease and filed a notice of intent for the lessee, Bradshaw Pumice & Perlite, to commence mining operations under the above numbered leases. Also on August 31, 1994, a mining sublease to Pure White Pumice which Bradshaw Pumice & Perlite previously submitted for approval was approved by the director.

The new sublease places the authority to mine with Pure White Pumice. A written transfer of the notice of intent to commence mining filed by Mr. Bradshaw should immediately be submitted to this office. Alternatively, a new notice of intent to commence mining should immediately be filed by Pure White Pumice.

The Utah Division of Oil, Gas & Mining, holding regulatory authority over all mining activity within the state, has additional notification requirements which must be met by the lessee or operator prior to the commencement of mining. You may contact the DOGM at 801-538-5340 for more information.

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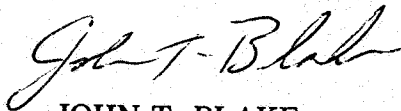
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The Trust Lands Administration requires that the lessee or operator submit an acceptable lease bond of \$5,000 per acre of proposed surface disturbance prior to the commencement of mining upon the leaseholds. The notice of intent filed by Mr. Bradshaw requests approval for a surface disturbance of 3 to 5 acres. Accordingly, the amount of bond required for the operation is \$15,000 to \$25,000.

Please be advised that diligent operations must be established through the commencement of commercial mining operations prior to September 1, 1995, in order to preserve the leases.

Please contact me if you have any questions.

Sincerely,



JOHN T. BLAKE
MINERAL RESOURCES SPECIALIST

JTB/tdw

cc: Travis Jones, DOGM
William Wray, Pure White Pumice
Neil Bradshaw, Bradshaw Pumice & Perlite